

Subnational Actions for the Regeneration of Landscapes: Assessment of impacts with ICAT guidance **Classification of policy:** Nationally Appropriate Mitigation Action (NAMA)

Title: Subnational Actions for the Regeneration of Landscapes

Country: Mexico

States: Querétaro, Aguascalientes, Baja California, Chiapas, Chihuahua, Coahuila, Jalisco, Nuevo León, Quintana Roo, San Luis Potosí, Sonora, Veracruz (12 states)

Coordinating organization: Grupo Ecológico Sierra Gorda, I.A.P. (GESG)

Forest regeneration pilot activities begun in 2014 in state of Querétaro

Planned grazing pilot activities begun in 2015 as part of project of Multilateral Investment Fund of Inter-American Development Bank

Registration of the NAMA

National NAMA Registry: 2015

UNFCCC NAMA Registry: 2018

Components of the NAMA

□ State funding mechanisms

Subnational actions for regeneration of forests

Subnational actions for planned grazing





Components of the NAMA

Orientation of public policies and programs

Awareness campaigns





Objectives: Provide policymakers around the world with tools and support to assess the impacts of their climate policies and actions, to further transparent and ambitious climate action.

Two components:

- ICAT series of guidance
- Country support to build capacity

Multi-stakeholder partnership

DONORS



DRIVING SUSTAINABLE ECONOMIES

Piloting of ICAT guidance documents

- I Technical and financial support of ICAT
- □ Preparation of three assessment reports
- □ Technical review of assessment reports

Piloting of ICAT guidance documents

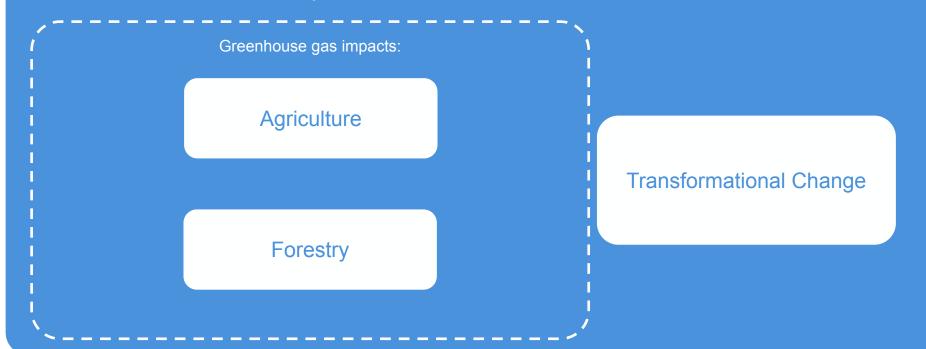
□ Feedback reports for ICAT

Short examples/case studies for potential inclusion in next version of guidance documents

Presentation for use in communications and events

Guidance documents applied: -- Introductory Guide --

Impact Assessment Guidance



Supporting Guidance

Non-State and Subnational Action

Technical Review

Assessment reports

Assessment of GHG impacts of subnational actions for the regeneration of forests

Assessment of GHG impacts of subnational actions for the implementation of planned grazing

Assessment of potential for transformational change

Assessment reports

- Prepared by GESG
- □ Key recommendations approach
- □ Prepared in Spanish
- Review of advances during calls with ICAT partners who participated in development of guidance documents

Forest and Agriculture Guidance

Recommendations for the quantification and reporting of GHG impacts of policies and actions

Utilize "2006 IPCC Guidelines for National GHG Inventories"

Applicable for estimating baseline and policy scenario emissions

Forest and Agriculture Guidance

Ex-ante and ex-post

□ Flexible

Report 1: Assessment of GHG impacts of subnational actions for the implementation of planned grazing

Assessment periods

2016-2018 ex-post

2019-2040 ex-ante

GHG impacts evaluated

□ Soil carbon sequestration

□ Enteric fermentation emissions

Assessment of GHG impacts

Emissions approach: Compared the difference in GHG emissions and removals between the policy scenario and baseline scenario. The difference between policy and baseline scenario emissions and removals is the net change in GHG impact resulting from the policy.

Implementation level, 1.1 million hectares

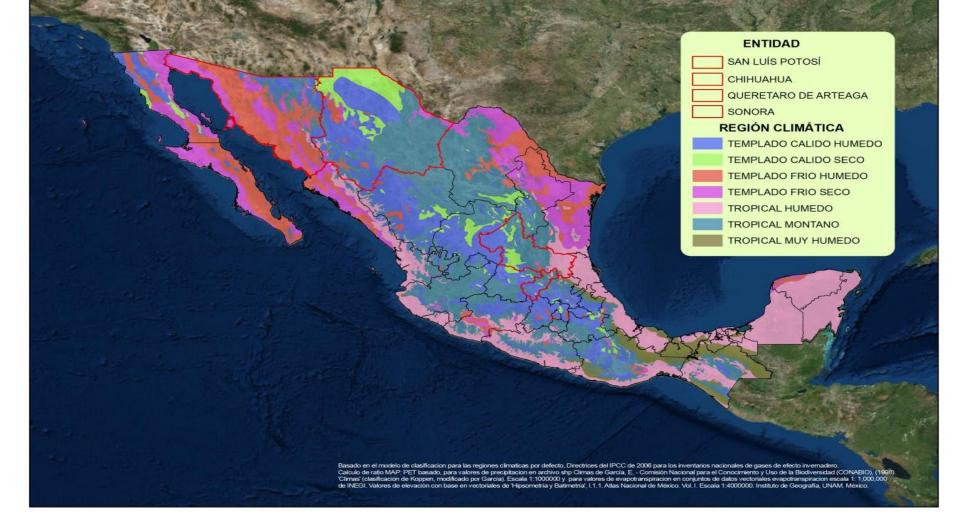
Assessment of GHG impacts

□ Tier 1 methods of IPCC 2006

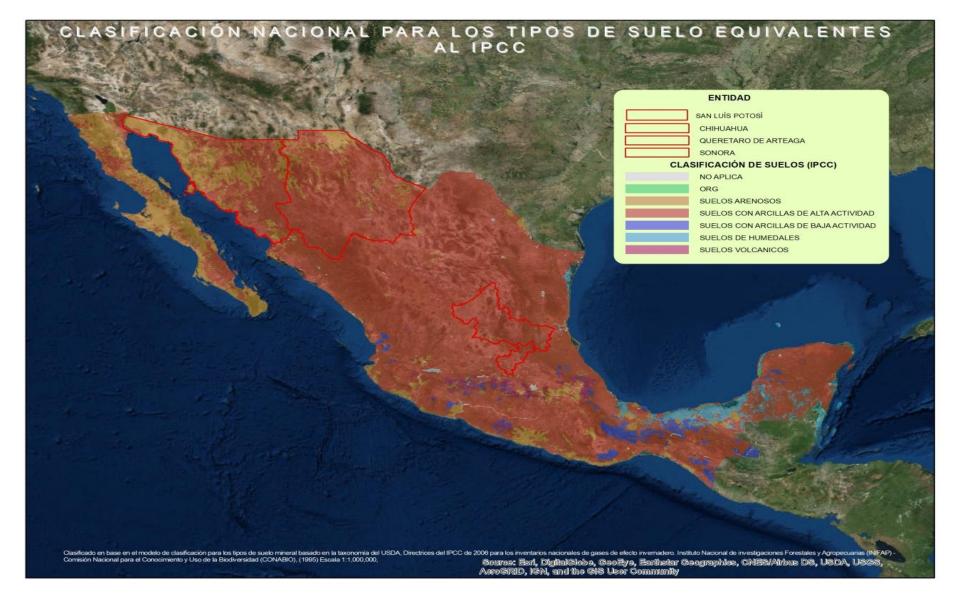
□ Grazing lands remaining grazing lands

Stratification of grazing lands by climate regions and soil types to determine default reference soil carbon stock





Stratification of grazing lands by climate regions



Stratification of grazing lands by soil types

| TABLE 2.3 DEFAULT REFERENCE (UNDER NATIVE VEGETATION) SOIL ORGANIC C STOCKS (SOC _{REF}) FOR MINERAL SOILS (TONNES C HA ⁻¹ IN 0-30 CM DEPTH) | | | | | | | | | |
|--|------------------------|------------------------|--------------------------|------------------------------|--------------------------------|-------------------------------|--|--|--|
| Climate region | HAC soils ¹ | LAC soils ² | Sandy soils ³ | Spodic soils ⁴ | Volcanic soils ⁵ | Wetland soils ⁶ | | | |
| Boreal | 68 | NA | 10 [#] | 117 | 20# | 146 | | | |
| Cold temperate, dry | 50 | 33 | 34 | NA | 20# | | | | |
| Cold temperate, moist | 95 | 85 | 71 | 115 | 130 | 87 | | | |
| Warm temperate, dry | 38 | 24 | 19 | NA | 70# | 88 | | | |
| Warm temperate, moist | 88 | 63 | 34 | NA | 80 | | | | |
| Tropical, dry | 38 | 35 | 31 | NA | 50# | | | | |
| Tropical, moist | 65 | 47 | 39 | NA | 70# | 86 | | | |
| Tropical, wet | 44 | 60 | 66 | NA | 130# | | | | |
| Tropical montane | 88* | 63* | 34* | NA | 80* | | | | |

IPCC 2006 default reference soil carbon stocks

Soil carbon

In Multiplication by stock change factors to calculate representative soil carbon stocks for each scenario

TABLE 6.2 Relative stock change factors for grassland management

| Factor | Level | Climate regime | IPCC default | Error 1,2 | Definition | |
|--|---|----------------------------------|-----------------|--------------|---|--|
| Land use (F _{LU}) | All | All | 1.0 | NA | All permanent grassland is assigned a land-use factor of 1. | |
| Management (F _{MG}) | Nominally managed (non –degraded) | All | 1.0 | NA | Represents non-degraded and sustainably managed grassland, but without significant management improvements. | |
| Management (F _{MG}) | Moderately degraded grassland | Temperate /Boreal | 0.95 | <u>+</u> 13% | Represents overgrazed or moderately degraded grassland, with somewhat reduced productivity (relative to the native or nominally managed grassland) and receiving no management inputs. | |
| | | Tropical | 0.97 | <u>+</u> 11% | | |
| | | Tropical Montane ³ | 0.96 | <u>+</u> 40% | | |
| Management (F _{MG}) | Severely degraded | All | 0.7 | <u>+</u> 40% | Implies major long-term loss of productivity and vegetation cover, due to severe mechanical damage to the vegetation and/or severe soil erosion. | |
| Management (F _{MG}) | Improved grassland | Temperate /Boreal | 1.14 | <u>+</u> 11% | Represents grassland which is sustainably managed with moderate grazing pressure and that receive at least one improvement (e.g., fertilization, species improvement, irrigation). | |
| | | Tropical | 1.17 | <u>+</u> 9% | | |
| | | Tropical Montane ³ | 1.16 | <u>+</u> 40% | | |
| Input (applied only to improved grassland) (F _I) | Medium | All | 1.0 | NA | Applies to improved grassland where no additional management inputs have been used. | |
| Input (applied only to improved grassland) (F _I) | High | All | 1.11 | <u>+</u> 7% | Applies to improved grassland where one or more additional management inputs/improvements have been used (beyond that is required to be classified as improved grassland). | |

Soil carbon: baseline

Baseline scenario considered to be the common practice of continuous unplanned grazing with moderate degradation.

□ Assumption that grazing lands have been under this level of management for ≥ 20 years

□ Zero carbon capture (constant baseline)

Soil carbon

I Planned grazing as improved management in scenario of the NAMA

Difference between representative soil carbon stocks in the scenario of the NAMA and in the baseline scenario = total impact

□ 20-year transition period

Soil carbon

Divided total impact by 20 to calculate annual removal factor for each stratum

Enteric fermentation assumptions

Average of 0.1155 head of cattle per hectare based on expert opinion.

 Annual average increase of 1.3% in baseline scenario based on study of historic trends in the 12 states.

 Increase in herd size of 50% during a period of 10 years in NAMA scenario based on expert opinion. Emission factor for other cattle from most recent national GHG emissions inventory (INEGYCEI 1990-2015) of 56 kg of CH₄ animal⁻¹ year⁻¹

100-year global warming potential of CH₄ of
 28 from Fifth Assessment Report of IPCC
 utilized by INEGYCEI 1990-2015

Comparing impact with NDC goals

- Applied Non-State and Subnational Action Guidance to assess overlaps, add impacts and compare ambition
- No overlaps among the 12 subnational actions
- I Net GHG impact: -2.9 MtCO2e/year in 2030 from 12 subnational actions

Comparing impact with NDC goals

No current overlaps with other national actions (to be reviewed in the future to ensure no double-counting)

Planned grazing identified as a conditional mitigation measure by National Institute of Ecology and Climate Change (INECC) with theoretical potential of carbon capture of 5.6 MtCO₂e for the year 2030

Comparing impact with NDC goals

□ 52% of the theoretic potential indicated by INECC for planned grazing and 41% of the unconditional goal for agricultural sector of 7 MtCO₂e in 2030 (INECC, 2017)

Reorientation of system of government programs, technical support, incentives and financial mechanisms is expected to result in greater impacts.

Report 2: Assessment of GHG impacts of subnational actions for forest regeneration

GHG impacts assessed

Increase of carbon in live biomass via natural regeneration (trees, roots, understory)

Assessment of GHG impacts

 Activity data method: Activity data (hectares) multiplied by GHG emission/removal factors

 Methods of ICAT to determine likely implementation potential for each state of 18,000 hectares (20,000 hectares minus 10% for risks such as fires, diseases, hurricanes, etc.)

Emission/removal factors

Local study in Sierra Gorda for oak forest understory, extrapolated for other vegetation types

Emission factors of national GHG inventory (INEGYCEI 1990-2015) for trees and roots

Extrapolation of mean annual increments in some cases





Comparing impact with NDC goals

 Net GHG impact: -694,000 tCO₂e/year in 2030 from 12 subnational actions

□ 5% of emissions goal of -14 $MtCO_2$ e for 2030 (source of goal: INECC 2017)

Reorientation of system of government programs, technical support, incentives and financial mechanisms is expected to result in greater impacts.

Report 3: Assessment of transformational change potential

Transformational Change Guidance

Definition of transformational change:

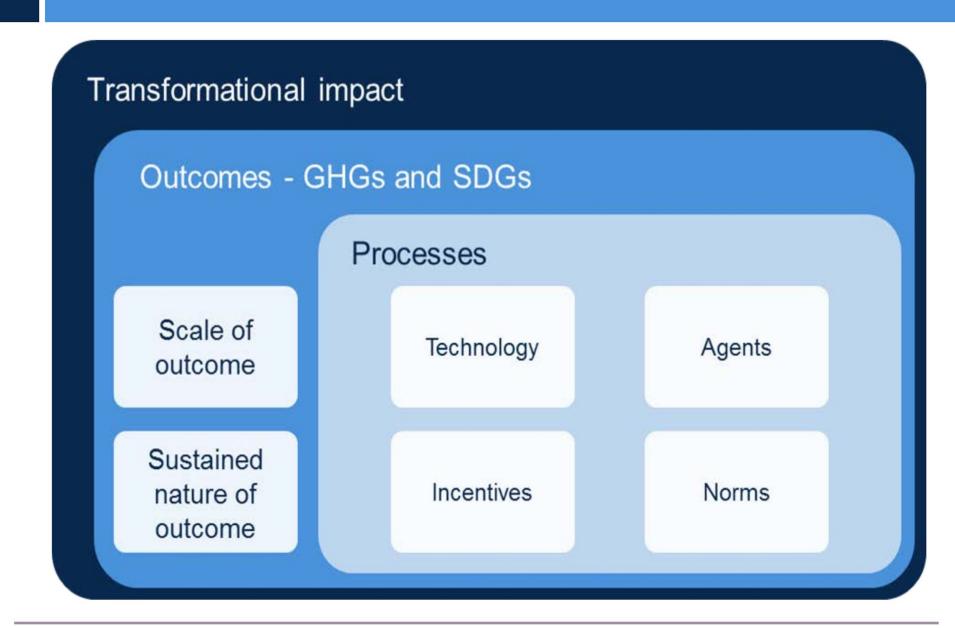
A fundamental, sustained change of a system that disrupts established high-carbon practices and contributes to a zero-carbon society in line with the Paris Agreement goals to limit global warming to 1.5 - 2°C and the UN Sustainable Development Goals.

Transformational Change Guidance

Basic steps:

- Describe the vision for transformational change
- □ Choose characteristics to be assessed
- □ Identify barriers
- Evaluate the starting situation
- Evaluate the magnitude and likelihood of transformation
- □ Monitor performance

Characteristics of transformational change



Sustainable Development

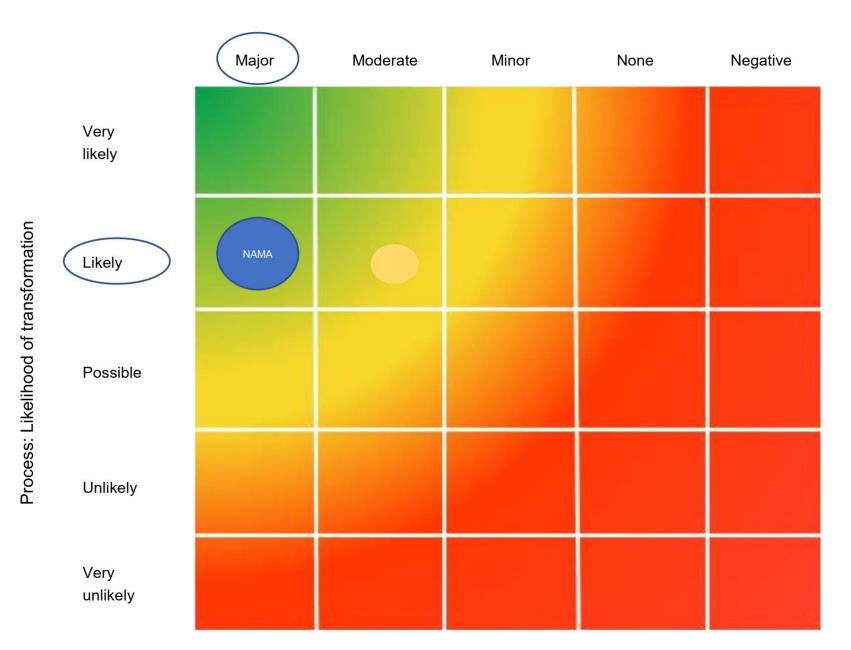
Evaluation of Social Return on Investment (SROI)

Investment in subnational actions compared with value of financial, social and environmental returns

Sustainable Development

Indicators include increased income and value of ecosystem services of carbon capture, hydrological services and biodiversity

Figure 8.1 Transformational impact matrix for the NAMA



Outcome: Extent of transformation

Policy design improvements

Specific objective for the regenerative reorientation of the system of government programs, technical support, incentives and finance mechanisms for the target sectors

 Formation of a critical mass of public officials decision makers, NGOs, educators, technicians and producers committed to regenerative management

Policy design improvements

Incorporation of a public awareness campaign in key cities

Integrated landscape management orientation for the NAMA with greater emphasis on intersectoral coordination and the clustering of interventions geographically in high-priority landscapes

Report 4: Technical review report

Technical Review

 Combined with final evaluation of Inter-American Development Bank Multilateral Investment Fund project

□ Third-party

Request for proposals

I Mexican members of UNFCCC Roster of Experts

GHG validation and verification bodies accredited by Entidad Mexicana de Acreditación (EMA)

U.S. verification bodies

Request for proposals

Other organizations with GHG quantification and sector expertise

Technical review

□ Selected EcoAgriculture Partners

Desk review of assessment reports

□ Field visit (meetings with implementing partners and other stakeholders)



Technical reviewer in meeting with staff of Secretariat of Environment and Natural Resources, National Institute of Ecology and Climate Change, National Forestry Commission, Secretariat of Agriculture and Rural Development and UNDP Mexico

Key technical review conclusions

The assessments followed and are consistent with the key recommendations of the ICAT guidance documents

□ Impact estimations are conservative.

Recommendations

 Risk evaluation should be more widely discussed in next evaluation.

The next assessment should include more detailed financial feasibility analysis which should take into account socioeconomic context in all the areas in which the NAMA operates.

Recommendations

 Use a landscape regeneration framing for the NAMA.

Clustering interventions geographically in high-priority landscapes in each state could generate significant synergies (co-benefits) with programs for watershed health, biodiversity, food security, forest landscape restoration, territorial development and other sustainable development goals, contributing further to transformation.

Use and generate local factors in ex-ante analyses and planning, rather than national factors, including utilizing geographic information systems and new remote sensing methods to track changes at scale in biomass across land uses in the landscapes, along with field monitoring systems.

END